

Overhead and Administrative Costs

Performance Audit

Audit Description	<ul style="list-style-type: none">• Administrative Costs – potential savings• Organizational Structure result in efficient/effective use of resources• 7-Region organizational structure – impact on resources and services
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Selected Firm and Award Amount

- Ernst & Young and Management Engineering and Associates submitted proposals to the SAO.

Executive Responsible

- Paula Hammond, Chief of Staff

Key Project Milestones

- Proposals due: September 1, 2006
- Finalist Announced: September 15
- Preliminary Report due to SAO: February 27, 2007
- Final Report due to SAO: April 30, 2007

WSDOT Preparation

- Director of Internal Audit and Perf. Audit & Reporting Manager met with working group on three occasions: 5/06, 6/06, and 7/13/06.
 - Provided performance audit overview.
 - Collected background material to provide SAO prior to audit start up
- 8/22/06 –WSDOT informed SAO of an error on their website in their calculation and reporting of WSDOT’s administrative and overhead expenditures.
- 8/30/06 – Director of Internal Audit worked with SAO to correct figures on their website based on dated provided to the Federal Highway Administration annually to accurately represent WSDOT’s administrative and overhead expenditures. While SAO has changed the figure on their website from its original presentation, as of

9/15/06, the figure posted on their website remains incorrect.